

**Bill History**  
**Session Year 2009**  
**Raised H.B. No. 5907**

[Raised Bill \[pdf\]](#)

**Introducer(s):**

Banks Committee

**Title:** AN ACT CONCERNING FORECLOSURE RESCUE AND DEBT REDUCERS.

**Statement of Purpose:** To require individuals selling debt reduction services to (1) clearly describe in a contract the services to be provided, including an analysis of the consumer's debt; (2) provide consumers with a three-day right of cancellation; and (3) document all costs associated with the provision of debt reduction services to prohibit debt reducers from charging upfront or advance fees, to prohibit for-profit corporations from providing debt reduction services and to authorize the Banking Commissioner to investigate and reduce debt reducer fees that are excessive in relation to common industry fees and the financial benefit received by the consumer for such services.

**Bill History:**

01/23/09 REFERRED TO JOINT COMMITTEE ON Banks Committee

02/19/09 PUBLIC HEARING 02/24

**Co-sponsor(s):**

Rep. Patricia M. Widlitz, 98th Dist.